SCOTT M. MATHESON

GORDON E. HARMSTON

Executive Director,

NATURAL RESOURCES

CLEON B. FEIGHT
Director



STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS, AND MINING 1588 West North Temple Salt Lake City, Utah 84116 (801) 533-5771

November 29, 1979

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Mr. Dwight J. Crossland Chief Engineer Atlas Minerals Big Indian Mines Moab, Utah 84532

Re: Final Approval
Velvet Mine
ACT/037/040
San Juan County, Utah

Dear Mr. Crossland:

The Division, on October 11, 1979, received a copy of the Mined Lands Reclamation Contract in the amount of \$17,566.71 for the Velvet Mine. This contract was then signed at the Board's November meeting.

Therefore, since all requirements of the Utah Mined Land Reclamation Act have been fulfilled by Atlas Minerals for the Velvet Mine and no adverse comments have been received regarding the tentative approval of the Mining and Reclamation Plan, the Division hereby issued Final Approval to this operation.

In reference to the "Memorandum of Agreement" between Mr. I Daniel Stewart and yourself, apparently this document was overlooked while looking through the file. I would like to appologize for any misunderstandings which may have arisen.

Please be reminded of Rule M-8 of the Utah Mined Land Reclamation Act which requires an annual Operations and Progress Report to be filled out and submitted to the Division at the end of each calendar year.

Mr. Dwight J. Corssla November 29, 1979 Page Two

Should further questions arise, please contact this Division.

Randdw. Danil

RONALD W. DANIELS COORDINATOR OF MINED LAND DEVELOPMENT

RWD/sp

enc: Mined Land Reclamation Contract

MR Form 3 - Operations and Progress Report

cc: Mr. T.L. Wilson, Atlas Minerals